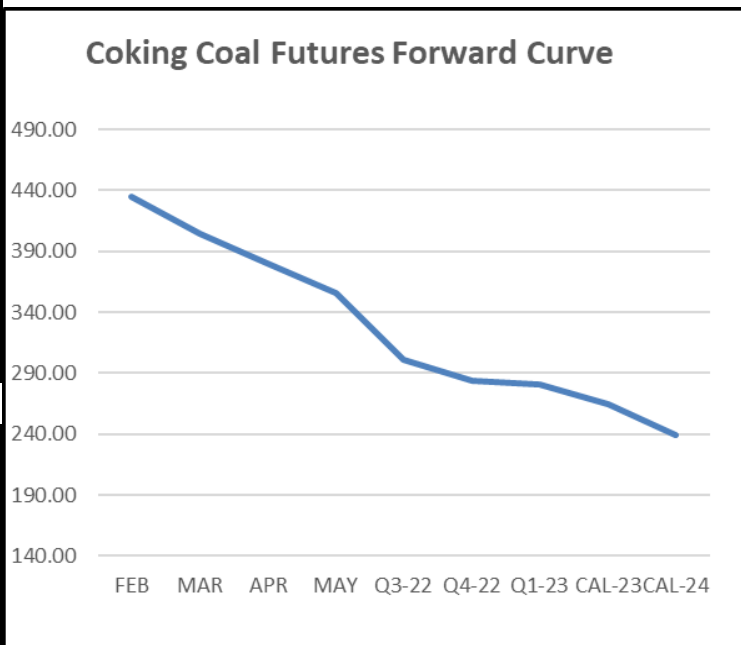


04/02/2022

DCE
May: 2268 (market closed)
Coking Coal Index
TSI FOB PLV unch at 444.75; mtd 444.75
CFR China unch at 405.50; mtd 405.50

TSI PLV FOB AUS Indicative Curve			
	BID	OFFER	VALUE
FEB	432.00	438.00	435.00
MAR	401.00	407.00	404.00
APR	377.00	383.00	380.00
MAY	353.00	359.00	356.00
Q1-22	412.00	422.00	417.00
Q2-22	351.00	361.00	356.00
Q3-22	296.00	306.00	301.00
Q4-22	279.00	289.00	284.00
Q1-23	276.00	286.00	281.00
CAL-23	260.00	270.00	265.00
CAL-24	234.00	244.00	239.00



Today's Trades
Q4-22 / Q2-23 at +14 in 3kT/mth (Thurs eve)
Feb at 435.50 in 2kT
Apr at 380 in 2kT
Q2-22 at 355 in 5.5kT /mth

Commentary

Slowly creaking back into life after Chinese New Year, the front end of futures moved lower as the index remained flat and little to new physical offers were seen in the prompt months. Healthy steel margins continue to support the curve, particularly Q3-22 to Q1-23. Although there is an approximate \$100 discount from March to Q3. This appears substantial but represents an average of \$19 backwardation per month from March to September. March began the week close to 410 but ended closer to 400. So the index is already forecast to move lower by some \$40 over the next month. Without some serious physical offers creeping in, one would expect bids to materialise for March futures around or just under the 400 level.